

FISCAL NOTE

SB 1064 - HB 1427

March 13, 1997

SUMMARY OF BILL: Authorizes any municipality operating a municipal electrical system to provide telecommunications services through such electrical system both within and without the county in which the municipality is located. Any such municipal electrical system operating a telecommunications system would have all the powers and authority granted telecommunication service providers and carriers under applicable laws of the state and the nation.

ESTIMATED FISCAL IMPACT:

Increase Local Govt. Revenues - Exceeds \$1,000,000 Over Time / Permissive
Increase Local Govt. Expenditures - Exceeds \$1,000,000 Over Time /
Permissive

Assumes that if several of the approximately 27 municipal electrical systems in Tennessee chose to enter the telecommunications market, both expenditures and revenues to such systems would exceed \$1,000,000 over time. This estimate assumes that contracts in place with electric providers would allow the use of electric revenues for this purpose.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "James A. Davenport".

James A. Davenport, Executive Director